FISCAL NOTE

HB 2734 - SB 2861

February 15, 2008

SUMMARY OF BILL: Authorizes local governments to permit or prohibit the sale, possession, and use of consumer fireworks. Requires any local government choosing to permit consumer fireworks to establish a permit procedure through the state fire marshal's office. Under current law the state fire marshal's office issues the permits directly.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures - Net Impact - Not Significant

Increase Local Expenditures – Exceeds \$100,000/Permissive

Assumptions:

- State expenditures will increase from paperwork requirements related to local permits. State expenditures will decrease from no longer conducting random inspections or issuing permits directly. Because it is estimated that the decrease in random inspections and issuing permits directly will be greater than the increase from paperwork, the net impact is estimated to decrease state expenditures not significant.
- The amount of fireworks sold will not significantly increase or decrease. There will be no impact to state and local sales tax revenue.
- Local government expenditures will increase at least \$100,000 if they choose to permit consumer fireworks because of administrative and legal costs for enacting the ordinance and establishing the permit procedure.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kmc